GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:4729
ANSWERED ON:25.04.2008
WAIVING OF LOANS OF COMPANIES
Mahtab Shri Bhartruhari

Will the Minister of FINANCE be pleased to state:

(a) whether Government has allowed certain banks to waive huge amount of loans of certain companies as bad debt;

(b) if so, the details thereof;

(c) whether some companies has also availed the facility to repay a part of loan in a long term basis;

(d) if so, the details thereof; and

(e) the total amount waived during the last three years, bank-wise?

Answer

MINISTER OF THE STATE IN THE MINISTRY OF FINANCE (SHRI PAWAN KUMAR BANSAL)

(a) to (d) The banks write off amounts in non-performing asset (NPA) accounts in accordance with their board approved policies and Reserve Bank of India (RBI) guidelines, either as part of compromise settlement with the borrowers or where the debt has been classified as a 'loss' asset.

(e): The bank-wise details of amount written off by the scheduled commercial banks during the year 2004-05, 2005-06 and 2006-07 are given in Annex.